# BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

IN THE MATTER OF THE CONTINUED )	
COSTING AND PRICING OF UNBUNDLED )	Docket No. UT-003013
ELEMENTS, TRANSPORT AND )	Part B
TERMINATION, AND RESALE )	

# SUPPLEMENTAL DIRECT TESTIMONY

**OF** 

**BARBARA J. BROHL** 

**QWEST CORPORATION** 

**January 8, 2001** 

# TABLE OF CONTENTS

I.	IDENTIFICATION OF WITNESS	. 1
II.	LINE SPLITTING COST STUDY	.3
III.	DESCRIPTION OF LINE SPLITTING	.3
IV.	VOICE SPLITTER OBLIGATIONS	.5
V.	CONCLUSION	11

# I. <u>IDENTIFICATION OF WITNESS</u>

- 2 Q. PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.
- 3 A. My name is Barbara J. Brohl. My business address is 1801 California Street, Room
- 4 2410, Denver, Colorado 80202.

1

# 5 Q. BY WHOM ARE YOU EMPLOYED AND IN WHAT CAPACITY?

- 6 A. I am employed by Qwest Corporation (Qwest), f/k/a U S WEST Communications,
- 7 Inc. as a Director of Wholesale Advocacy in the Wholesale Markets organization.

# 8 Q. HAVE YOU FILED TESTIMONY IN THIS PROCEEDING BEFORE?

- 9 A. Yes. However, at that time, I was representing the costs associated with OSS. Since
- that time I have changed positions and will now represent wholesale products. To
- that end, I adopt the Supplemental Direct Testimony of Perry Hooks, Jr. filed on
- October 19, 2000 in its entirety.

# 13 Q. PLEASE DESCRIBE YOUR WORK EXPERIENCE AND EDUCATION.

- 14 A. Currently, my responsibilities include identifying and managing regulatory issues
- surrounding service performance-related matters, wholesale processes, and wholesale
- products, as a result of the Telecommunications Act of 1996, FCC orders, state
- 17 commission decisions, and other legal and regulatory matters. I am responsible for
- testifying before federal and state regulatory bodies in arbitration cases, rulemakings
- and complaint proceedings, and in courts concerning conformance with state and
- 20 federal telecommunications laws and regulations. Prior to my current assignment, I

## DOCKET NO. UT-003013 SUPPLEMENTAL DIRECT TESTIMONY OF BARBARA J. BROHL

NY OF BARBARA J. BROHL EXHIBIT BJB-21T

JANUARY 8, 2001

PAGE 2

1 was responsible for developing advocacy and testifying before state and federal 2 regulatory bodies on issues surrounding Qwest's operational support systems (OSS). 3 Before that, I managed the Information Technologies department's compliance with 4 the restrictions of the Modification of Final Judgment and the requirements of Open 5 Network Architecture. During that time, I became certified by the Institute for 6 Certification of Computing Professionals (ICCP) as a Certified Computing 7 Professional (CCP), and then received a Bachelor of Science degree in Business/ 8 Computer Science from Regis University in 1991. In 1995, I received a Juris 9 Doctorate degree from the University of Denver, School of Law. I then left 10 U S WEST, now Qwest, for approximately two years to work as a judicial law clerk

for the Colorado Supreme Court. Since my return, my work has focused on providing

# Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY?

regulatory support to the Wholesale Markets organization.

A. The purpose of my testimony is to respond to and rebut assertions made by Mr. Roy

Lathrop of WorldCom and Mr. Joseph Gillan of AT&T. Specifically, I will: 1)

address cost issues associated with line splitting; 2) explain the fundamental

difference between line sharing and line splitting; 3) discuss the FCC's decisions

regarding line sharing and line splitting; 4) reiterate Qwest's position on providing the

voice splitter; and 5) distinguish the Texas Arbitration Award fact pattern from the

facts as they exist with Qwest.

11

12

### II. **LINE SPLITTING COST STUDY**

2	Q. ON PAGE 2 OF THE TWELFTH SUPPLEMENTAL ORDER,1 THE
3	COMMISSION ORDERED LINE SPLITTING ARRANGEMENT COST
4	STUDIES TO BE FILED ON JANUARY 8, 2001. HAS QWEST FILED ANY
5	NEW STUDIES WITH RESPECT TO LINE SPLITTING?
6	A. No. Qwest is not providing a new cost study specific to line splitting, because no new
7	additional costs have been identified for line splitting. With the description of line
8	splitting that Qwest is advocating, the costs associated with line splitting are
9	addressed with proposed or existing rates.
10	III. <u>DESCRIPTION OF LINE SPLITTING</u>
11	Q. ON PAGES 3 AND 4 OF HIS DIRECT TESTIMONY, MR. LATHROP
12	CONTRASTS LINE SPLITTING AND LINE SHARING. DO YOU AGREE
13	WITH HIS DESCRIPTION?
14	A. In general, yes. The fundamental difference between line splitting and line sharing is
15	the role that the ILEC plays in the two scenarios. With line sharing, the business
16	arrangement is between the ILEC, who provides the voice service, and a data CLEC,
17	who provides the data service. With line splitting, the business arrangement is
18	between the voice CLEC, who provides the voice service, and a data CLEC, who
19	provides the data service.

See Twelfth Supplemental Order; Prehearing Conference Order; Notice Canceling Part B and Part C Proceedings; Revised Part B Schedule; Notice of Part B Prehearing Conference, Docket No. UT-003013 (Mar. 28, 2001).

# 1 Q. PLEASE EXPLAIN THE DIFFERENCES BETWEEN LINE SPLITTING AND

# LINE SHARING FURTHER.

3 A. The major difference between line sharing and line splitting is that with line sharing,

4 Qwest is the underlying voice provider, and with line splitting, the voice CLEC

providing voice service over the loop is the underlying voice provider.<sup>2</sup> The voice

CLEC could be providing voice service using either an unbundled loop or UNE-P.

7

5

6

2

8 With line sharing, Qwest had the entire loop and has unbundled the high frequency

9 portion of the loop and provided it to a data CLEC. Qwest and the data CLEC enter

into an agreement whereby the two companies determine how constructing, ordering,

provisioning, repairing, and billing will occur and, more importantly, how they will

both service the end-user customer.

13

14

15

17

18

10

11

12

In the case of line splitting, the voice CLEC takes the entire loop and then can enter

into its own separate arrangement with a data CLEC to provide access to the high

frequency portion of the loop to that data CLEC. It is the voice CLEC and the data

CLEC that must then determine how they will provide service to the end-user

customer. In the case of line splitting, Qwest is not involved in the arrangement

between the two CLECs.

-

See In the Matters of Deployment of Wireline Services Offering Advanced Technologies Capability and Implementation of the Local Competition Provision of the Telecommunications Act of 1996, CC Docket Nos. 98-147 and 96-98, Third Report and Order in CC Docket No. 98-147 and Fourth Report and Order in CC Docket No. 96-98, FCC 99-355 ¶ 72 (rel. Dec. 9, 1999) (Line Sharing Order).

### **VOICE SPLITTER OBLIGATIONS** IV.

### 3 LINE SPLITTING?

1

2

9

11

13

17

4 A. Yes. In its Line Sharing Order, the FCC concluded that the "high frequency portion 5 of the loop is a network element that must be unbundled."<sup>3</sup> However, the FCC 6 determined that the ILECs were not required to provide line sharing to CLECs that 7 were "purchasing a combination of network elements known as the platform." Later, 8 in the SBC 271 Opinion and Order, the FCC addressed the issues raised by CLECs that desired to provide service to their end-user customers through UNE-P and also 10 provide data services over the same loop, stating that ILECs "have an obligation to permit competing carriers to engage in line splitting over the UNE-P where the competing carrier purchases the entire loop and provides its own splitter."5 12

# O. WHAT IS OWEST'S POLICY WITH RESPECT TO LINE SPLITTING?

14 A. In accordance with the FCC, Qwest has agreed to permit CLECs to engage in line 15 splitting over the UNE-P where the CLEC purchases the entire loop and provides its 16 own splitter.

Line Sharing Order ¶ 16.

Line Sharing Order ¶ 72.

In the Matter of Application of SBC Communications Inc., Southwestern Bell Telephone Company, and Southwestern Bell Communications Services, Inc. d/b/a Southwestern Bell Long Distance Pursuant to Section 271 of the Telecommunications Act of 1996 to Provide In-Region, InterLATA Services in Texas, CC Docket No. 00-65, FCC 00-238 ¶ 325 (rel. Jun. 30, 2000) (emphasis added) (SBC 271 Approval Order).

# 1 Q. HAS QWEST DEVELOPED ITS LINE SPLITTING PRODUCT?

2	A. Not completely. Qwest is in the process of developing the line splitting product and
3	had created a draft product description. Through its line sharing sub-team, which is
4	comprised of members of Qwest and the CLECs, Qwest has begun to work through
5	many of the issues related to line splitting. As a matter of fact, on November 8, 2000,
6	Qwest provided the CLECs with a copy of the draft line splitting product description
7	and a copy of the line splitting scenarios. While progress has occurred, additional
8	work is still necessary.
9	Q. BOTH MR. LATHROP AND MR. GILLAN ENCOURAGE THIS
10	COMMISSION TO REQUIRE QWEST TO PROVIDE THE SPLITTER IN A
11	LINE SPLITTING ARRANGEMENT.6 DO YOU AGREE?
12	A. Absolutely not. As I stated earlier, the FCC has already reviewed and rejected this
13	request. In the SBC 271 Opinion and Order, the FCC stated:
14	326. AT&T also argues that it has a right to line splitting

326. AT&T also argues that it has a right to line splitting 15 capability over the UNE-P with SWBT furnishing the line splitter. AT&T alleges that this is "the only way to allow addition of xDSL 16 17 service onto UNE-P loops in a manner that is efficient, timely, and minimally disruptive." Furthermore, AT&T contends that 18 competing carriers have an obligation to provide access to all the 19 functionalities and capabilities of the loop, including electronics 20 21 attached to the loop. AT&T contends that the splitter is an 22 example of such electronics and that it is included in the loop 23 element.

See Lathrop Direct Testimony p. 11; Gillan Supplemental Direct Testimony p. 4.

Mr. Lathrop of WorldCom furthers this same argument on page 12 of his October 19, 2000 Direct Testimony.

1	327. We reject AT&T's argument that SWBT has a present
2	obligation to furnish the splitter when AT&T engages in line
3	splitting over the UNE-P. The Commission has never exercised its
4	legislative rulemaking authority under section 251(d)(2) to require
5	incumbent LECs to provide access to the splitter, and <u>incumbent</u>
6	LECs therefore have no current obligation to make the splitter
7	available. As we stated in the UNE Remand Order, "with the
8	exception of Digital Subscriber Line Access Multiplexers
9	(DSLAMS), the loop includes attached electronics, including
10	multiplexing equipment used to derive the loop transmission
11 12	capacity. We separately determined that the DSLAM is a
13	component of the packet switching unbundled network element.
13	We observed that "DSLAM equipment sometimes includes a
15	splitter" and that, "[i]f not, a separate splitter device separates voice and data traffic." We did not identify any circumstances in
16	which the splitter would be treated as part of the loop, as
17	distinguished from being part of the packet switching element.
18	That distinction is critical, because we declined to exercise our
19	rulemaking authority under section 251(d)(2) to require incumbent
20	LECs to provide access to the packet switching element, and our
21	decision on that point is not disputed in this proceeding.
	decision on that point is not disputed in this proceeding.
22	328. The UNE Remand Order cannot fairly be read to impose on
23	incumbent LECs an obligation to provide access to their splitters.
24	8
25	Q. ON PAGE 11 OF HIS DIRECT TESTIMONY, MR. LATHROP STATES
26	THAT "WITHOUT THE BENEFIT OF AN ILEC-FURNISHED LINE
27	SPLITTER, A UNE-P PROVIDER WOULD HAVE TO PURCHASE
28	COLLOCATION SPACE (OR COLLOCATE IN A COMMON AREA)." IS
29	THIS TRUE?
30	A. No. To understand why, let us analyze how the line sharing arrangement works
31	between Qwest and the data CLECs who wish to line share. In that arrangement, the
32	data CLECs provide the splitters and manage their own inventory. Data CLECs have

<sup>8</sup> SBC 271 Approval Order ¶¶ 326 - 328 (footnotes omitted) (emphasis added).

the option of having their splitters in the common area or in their collocation area. Qwest manages the installation when the splitter is in the common area and the data CLEC manages the installation when the splitter is in its collocation area. Qwest has negotiated and entered into this business arrangement with the data CLECs who are line sharing. There is nothing to preclude a voice CLEC from negotiating a similar business arrangement with one or more data CLECs to provide the voice splitter and carry the data traffic for the end-user customer. In that instance, there would be no need for the voice CLEC to collocate either in the common area or in a dedicated area.

# Q. MR. LATHROP GOES ON TO STATE THAT "FAILURE BY THE ILECS TO DEPLOY LINE SPLITTERS EFFECTIVELY DESTROYS THE UTILITY OF UNE-P AS A VIABLE MEANS OF COMPETING FOR RESIDENTIAL CUSTOMERS WHO WANT ADVANCED SERVICES." DO YOU AGREE?

A. Not at all. In fact, in its UNE Remand Order, the FCC recognized "that equipment needed to provide advanced services . . . are available on the open market at comparable prices to incumbents and requesting carriers alike." The associated footnote provides some insight as to the FCC's rationale: "ILECs' competitors can acquire and install equipment for advanced services on a relatively equal footing with the incumbent LECs. The relevant electronic equipment is produced by numerous

.

In the Matter of Implementation of the Local Competition Provision of the Telecommunications Act of 1996; Third Report and Order and Fourth Further Notice of Proposed Rulemaking, CC 96-98, FCC 99-238 at ¶ 308 (rel. Nov. 5, 1999) (UNE Remand Order).

- 1 vendors, establishing <u>a competitive equipment market</u> that can effectively discipline
- 2 prices, provisioning and other service terms for the foreseeable future."<sup>10</sup>

# 3 Q. WILL QWEST BE HARMED IF IT IS REQUIRED TO PROVIDE THE

# SPLITTER IN A LINE SPLITTING ARRANGEMENT?

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

A. Yes, for several reasons. First, the FCC has stated that other than as a part of packet switching, it has not identified any circumstance in which the splitter would be treated as part of the loop. Second, the FCC has stated that equipment needed to deploy advanced data services is available on the open market, putting the ILECs and CLECs on a relatively equal footing with respect to their abilities to acquire and install that equipment. Therefore, making ILECs provision splitters in line splitting arrangements fails the Act's necessary and impair test. But the most important reason is that Qwest does not require a stand-alone voice splitter for its own use. Rather, it has deployed integrated voice splitter/DSLAMs for its own Rate Adaptive Digital Subscriber Line (RADSL) service. To require Qwest to provide voice splitters to the voice CLECs would require Qwest to purchase equipment that it does not use merely so that a voice CLEC does not have to do so. This is extremely inequitable considering that the FCC has rejected the argument that this piece of equipment is needed to provide access to all the functionalities and capabilities of the

<sup>&</sup>lt;sup>10</sup> <u>UNE Remand Order</u> n.609 (emphasis added).

<sup>&</sup>lt;sup>11</sup> <u>See SBC 271 Approval Order</u> ¶¶ 327 - 328.

<sup>&</sup>lt;sup>12</sup> See UNE Remand Order ¶ 308 & n.609.

<sup>&</sup>lt;sup>13</sup> See 47 U.S.C. § 251(d)(2); UNE Remand Order ¶¶ 44, 51.

loop,14 and that the FCC has expressly found that CLECs have an equal ability to 1 2 acquire and install this type of equipment. 3 O. ON PAGE 13, MR. LATHROP STATES THAT OTHER STATE 4 COMMISSIONS HAVE ORDERED ILECS TO PROVIDE THE SPLITTER. 5 PLEASE COMMENT. A. Mr. Lathrop is referring to a Texas Arbitration decision. However, a closer reading 6 7 of that decision shows that it was based on facts that are materially different than the 8 facts in Washington. In that decision, Southwestern Bell Telephone Company 9 (SWBT) was required to provide voice splitters to voice CLECs using UNE-P for line 10 splitting because it was providing voice splitters to data CLECs for line sharing. The 11 arbitrator stated: 12 The Arbitrators agree with AT&T that it is discriminatory for SWBT to provide the splitter in a line sharing context while not 13 providing the splitter in a line splitting context.<sup>16</sup> 14 Here, Qwest does not provide voice splitters to data CLECs for use in line sharing. 15 Rather, the data CLECs must provide them. Qwest has the same splitter requirement 16 17 for both line sharing and line splitting and therefore does not have the same issue 18 with respect to discriminatory treatment that SWBT had.

 $^{14}$  See SBC 271 Approval Order  $\P\P$  326- 328.

.

See Arbitration Award, Petition of Southwestern Bell Telephone Company for Arbitration with AT&T Communications of Texas, Docket No. 22315 (September 13, 2000) at 15.

<sup>&</sup>lt;sup>16</sup> Id. at 21.

# V. CONCLUSION

# Q. PLEASE SUMMARIZE YOUR TESTIMONY.

A. I provided a detailed explanation of Qwest's obligations as they relate to line splitting. While Owest agrees that it has an obligation to permit line splitting to voice CLECs using UNE-P, there is no legal basis to require Qwest to provide the voice splitter in that situation. This is supported by several orders by the FCC, in which it has stated in a variety of ways that while the ILEC must permit CLECs who wishes to engage in line splitting over UNE-P to do so, the ILECs do not have an obligation to provide the voice splitter. First, the FCC has stated that it had not identified any circumstances whereby the splitter would be treated as part of the loop. Second, the FCC clearly found that equipment needed to deploy advanced data services is readily available, therefore failing the necessary and impair test. Third, the FCC stated that the UNE Remand Order cannot fairly be read to impose an obligation on ILECs to provide access to their splitters. Moreover, Qwest does not use standalone voice splitters for its own use. To require Qwest to provide voice splitters to the voice CLECs would require Qwest to go out and purchase equipment that it does not use merely so that a voice CLEC does not have to do so. As I stated earlier, this would be extremely inequitable considering that the FCC has rejected the argument that this piece of equipment is needed to provide access to all the functionalities and capabilities of the loop, and that the FCC has expressly found that CLECs have an equal ability to acquire and install this type of equipment.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

# 1 Q. WHAT DOES QWEST RECOMMEND TO THIS COMMISSION WITH

- 2 RESPECT TO THE OBLIGATION TO DEPLOY VOICE SPLITTERS?
- 3 A. Qwest recommends that this commission decline to require Qwest to deploy voice
- 4 splitters for CLECs utilizing line splitting.
- 5 Q. DOES THIS CONCLUDE YOUR TESTIMONY?
- 6 A. Yes, it does.